

SCOTIA CANADIAN EQUITY FUND
UNAUDITED FINANCIAL STATEMENTS
PERIOD ENDED MARCH 31, 2026

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INDEX TO UNAUDITED FINANCIAL STATEMENTS
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SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF FINANCIAL POSITION
(expressed in United States dollars)

	<u>March 31, 2026</u>	<u>December 31, 2025</u>
ASSETS		
Cash and cash equivalents	\$ 81,279	\$ 861,696
Financial assets at fair value through profit or loss:		
Equity securities: (Cost: \$37,046,367 (December 2025: \$35,089,033))	51,696,522	50,901,178
Derivatives	415,656	413
Subscriptions receivable	174,488	90,596
Dividends receivable	154,208	143,461
	<u>52,522,153</u>	<u>51,997,344</u>
LIABILITIES		
Financial liabilities at fair value through profit or loss:		
Derivatives	15,350	394,359
Accrued expenses	94,873	87,390
Management fee payable	89,844	86,876
Tax withholding liability	38,452	35,826
Redemptions payable	-	113
	<u>238,519</u>	<u>604,564</u>
Liabilities (excluding net assets attributable to holders of redeemable participating shares)	<u>238,519</u>	<u>604,564</u>
Management shares	<u>768</u>	<u>768</u>
Net assets attributable to holders of redeemable participating shares	\$ <u>52,282,866</u>	\$ <u>51,392,012</u>
Net asset value per redeemable participating share		
Class A		
\$42,456,658/8,689,858 shares (December 2025: \$41,853,005/8,655,738 shares)	<u>\$ 4.89</u>	<u>\$ 4.84</u>
Class IU		
\$1,387/262 shares (December 2025: \$1,365/262 shares)	<u>\$ 5.29</u>	<u>\$ 5.21</u>
Class AC		
CDN13,711,029/1,765,640 shares (December 2025: CDN11,909,714/1,576,937 shares)	<u>CDN 7.77</u>	<u>CDN 7.55</u>
Class NU		
\$000/000 shares (December 2025: \$30,872/6,541 shares)	<u>\$ -</u>	<u>\$ 4.72</u>
Class NC		
CDN000/000 shares (December 2025: CDN1,128,345/168,928 shares)	<u>CDN -</u>	<u>CDN 6.68</u>

Approved for issuance on behalf of Scotia Canadian Equity Fund's Board of Directors by:



Farried Sullivan May, 2026 8:36:46 AM GMT-5
 Director



Sarah Hobbs May, 2026 9:16:46 AM GMT-5
 Director

Date: _____

SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
(expressed in United States dollars)

	For the three month periods ended	
	<u>March 31, 2026</u>	<u>March 31, 2025</u>
Income		
Dividend income	\$ 294,666	\$ 255,154
Interest income	358	-
Other income	76	8,239
Net realized gain on financial assets at fair value through profit or loss and foreign currencies	973,553	1,051,820
Net change in unrealized depreciation on financial assets at fair value through profit or loss and foreign currencies	<u>(374,286)</u>	<u>(1,059,810)</u>
Total net income	<u>894,367</u>	<u>255,403</u>
Expenses		
Management fees	260,291	191,823
Custodian and administration fees	22,226	22,212
Other expenses	18,615	18,410
Professional fees	<u>7,027</u>	<u>7,389</u>
Total operating expenses	308,159	239,834
Less: expenses reimbursed	<u>-</u>	<u>(4,479)</u>
Net operating expenses	<u>308,159</u>	<u>235,355</u>
Operating profit	586,208	20,048
Withholding taxes on dividend income	<u>(73,347)</u>	<u>(64,356)</u>
Increase (decrease) in net assets from operations attributable to holders of redeemable participating shares	<u>\$ 512,861</u>	<u>\$ (44,308)</u>

SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF CHANGES IN NET ASSETS
(expressed in United States dollars)

	For the three month periods ended	
	<u>March 31, 2026</u>	<u>March 31, 2025</u>
Shareholders' Equity		
Share Capital	\$ 98,883	\$ 85,579
Share Premium	30,186,334	23,815,351
Retained Earnings	21,484,788	13,941,398
Increase (decrease) in net assets for the period	<u>512,861</u>	<u>(44,308)</u>
Net assets attributable to holders of redeemable participating shares	<u>\$ 52,282,866</u>	<u>\$ 37,798,020</u>

SCOTIA CANADIAN EQUITY FUND
UNAUDITED STATEMENT OF CASH FLOWS
(expressed in United States dollars)

	For the three month periods ended	
	March 31, 2026	March 31, 2025
Cash flows from operating activities		
Dividend received	\$ 213,198	\$ 182,626
Interest received	358	-
Other income received	76	8,239
Operating expenses paid	(297,708)	(230,519)
Reimbursements received from Manager	-	3,032
Purchase of financial assets at fair value through profit or loss	(5,561,984)	(906,625)
Proceeds from sale of financial assets at fair value through profit or loss	5,371,375	463,228
Net change in unrealized loss on foreign currencies	(5,468)	(444)
Net change in unrealized (appreciation) depreciation on derivatives	(794,252)	852,221
Net cash (used in) provided by operating activities	<u>(1,074,405)</u>	<u>371,758</u>
Cash flows from financing activities		
Proceeds from subscriptions of redeemable participating shares	2,121,281	498,807
Payments for redemptions of redeemable participating shares	(1,827,293)	(724,346)
Net cash provided by (used in) financing activities	<u>293,988</u>	<u>(225,539)</u>
Net change in cash and cash equivalents	<u>(780,417)</u>	<u>146,219</u>
Cash and cash equivalents at beginning of period	<u>861,696</u>	<u>85,188</u>
Cash and cash equivalents at end of period	<u>\$ 81,279</u>	<u>\$ 231,407</u>
Supplemental cash flow disclosures		
Tax withheld	<u>\$ 70,721</u>	<u>\$ 61,658</u>

SCOTIA CANADIAN EQUITY FUND

UNAUDITED NOTES TO FINANCIAL STATEMENTS

PERIOD ENDED MARCH 31, 2026

1. General

Scotia Canadian Equity Fund (the "Company") was incorporated in the Cayman Islands on June 23, 1994 and registered under the Mutual Fund Act (revised) of the Cayman Islands. The Company is an open ended investment company which may issue and redeem its shares at a price based on the underlying net asset value. The registered office of the Fund is located at 18 Forum Lane, 2nd Floor, Camana Bay, Grand Cayman, P.O. Box 501, KY1-1106. The Company has no employees.

2. Significant accounting policies

The financial statements have been prepared in accordance with the International Financial Reporting Standards ("IFRS Accounting Standards") as issued by the International Accounting Standards Board. Security transactions are accounted for on a trade date basis. Realized gains and losses on the sales of portfolio securities are calculated on an average cost basis. Interest is recorded on an accrual basis and dividend income is recognized on the ex-dividend date.

3. Foreign currency share classes

For the classes of shares denominated in currencies other than the functional currency of the Company, the Net Asset Values are calculated by converting the USD Net Asset Value per Share to the CDN equivalent using the then current rate of exchange. For the period ended March 31, 2026, the current rate of exchange is:

<u>Share Class</u>	<u>Currency</u>	<u>Functional Currency</u>	<u>Exchange Rate</u>
	CDN	USD	1.396